HOUSE No. 2788

By Mr. LeDuc of Marlborough, petition of Stephen P. LeDuc and others relative to ensuring affordable premiums in the medical assistance program. Health Care Financing.

The Commonwealth of Massachusetts

PETITION OF:

Stephen P. LeDuc Steven M. Walsh Elizabeth A. Malia Jeffrey Sánchez Deborah D. Blumer Barbara A. L'Italien Patricia D. Jehlen **Shirley Gomes** Carl M. Sciortino, Jr. Marie P. St. Fleur Cory Atkins Jennifer M. Callahan Ellen Story Thomas M. Stanley Ruth B. Balser Deborah D. Blumer Martha M. Walz Anne M. Gobi Kathleen M. Teahan Joyce A. Spiliotis John D. Keenan Benjamin Swan Mary E. Grant Robert K. Coughlin Michael E. Festa Mark V. Falzone John W. Scibak William Lantigua Anne M. Paulsen James R. Miceli Frank I. Smizik

In the Year Two Thousand and Five.

AN ACT TO ENSURE AFFORDABLE PREMIUMS IN THE CHILDREN'S MEDICAL SECURITY PLAN.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 SECTION 1. Section 10F of chapter 118E of the General Laws
- 2 is hereby amended by striking out subsection (d) and inserting in
- 3 place thereof the following subsection:—

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- (d) The cost of the program shall be funded in part by pre-5 miums contributed by enrollees according to the following eligibility categories:
- 7 (1) enrollees in households ineligible for medical benefits pursuant to this chapter earning less than 200 per cent of the federal poverty level shall not be responsible for contributing to program 10 premium costs;
- (2) enrollees in households earning between 201 per cent and 12 300 per cent of the federal poverty level, inclusive, shall contribute not less than 20 per cent and not more than 30 per cent of 14 the monthly premium cost according to a sliding scale established 15 by the division; provided, that additional contributions shall not 16 be required for any enrollee after the third enrollee in such a 17 household;
- 18 (3) enrollees in households earning between 301 per cent and 19 400 percent of the federal poverty level, inclusive, shall contribute 20 not less than eighty-five per cent and not more than ninety percent of the monthly premium cost according to a sliding scale established by the division; provided, that additional contributions shall not be required for any enrollee after the first enrollee in such a 24 household:
- 25 (4) enrollees in households earning more than 400 per cent of the federal poverty level shall pay no more than the full premium 27 cost of said program.
- 28 Household earnings may be defined on the basis of gross earnings, or on an adjusted basis according to criteria deemed appro-30 priate by the division. The division shall base premium costs on 31 an actuarially sound methodology. Premiums contributed by 32 enrollees shall be deposited in the Children's and Seniors' Health 33 Care Assistance Fund, established by section 2FF of chapter 29 34 and may be used for the program subject to appropriation.